G. R. S. 58

Previous references.

B. 34 of 05-6 & 1-4

File No. 20707

1907-8

Serial Nos. 102

(Banking)

Later references.

B. May 9881-4. of 7 Dec 08

E.C 105-20-C(1-5)

GENERAL AND REVENUE SECRETARIAT.

Serial Nos. 2

Part B. for September

SUBJECT.

Agricultural Bank at Ardesahalli in the Devanahalli Taluk.

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1) From the Revenue Commissioner in Mysore. No. 30708 31.8.07 (D. 912).

Recommends that under the circumstances explained orders may be passed for the summary recovery of the entire balance of loan together with interest due from the Agricultural Bank at Ardesahalli to Govt.

2) To the Revenue Commr., Compilation, Registrar Joint Stock Companies. No. 7400-2 & 28.9.07.

Directs that under the circumstances explained the withdrawal at once of the entire balance of loan and interest due by the bank and the submission of a report of the steps taken to recover the same.

G.R.S. 11]

1907.08

GENERAL AND REVENUE SECRETARIAT.

(Banking)

NOTES.

File No. 2007-08

FILE HEADING.

Agricultural Bank at Ardesahalli in the Devanhalli Taluk

From

The Revenue Commissioner in Mysore

No. 3070/3 Dated 31-8-07 Received 4-9-07

Diary No. 912	Enclos. 4	Spare Copies.	Serial No. 1

BRIEF ABSTRACT OF LETTER.

Recommends that under the circumstances explained orders be passed for the summary recovery of the entire balance of loan together with interest due from the Agriculturist Bank at Ardesahalli to govt.

NOTES AND ORDERS.

Under G.O. No. 2962-4 / R.F. 111-95 of 15-9-95, the Bank was started with a loan of Rs 10,000 from govt. According to the terms fixed for repayment of the said loan, the Bank has to pay an annual instalment of Rs. 1000 commencing from 1900-1901. Thus at the End of June 1907 a sum of Rs. 7000/- was due to govt. by the

NOTES—First sheet.

GPB.—30,000—20-3-06.

Serial No.

Bank. Against this amount the Bank is reported to have paid only Rs. 4,200/- till now leaving a balance of Rs. 5,800 in arrears.

for instructions

Mr. Kumaraswami Naik who inspected the Bank in March 1903 reported that 32 members were defaulters of whom 10 were office-bearers and that there appeared to be somewhat unhealthy tendency to irregular payment. The Govt. in Pro. No. 576 of 28-8-03 observed that that state of things was rather disappointing and directed that the Bank should be warned that if the arrears were not collected within a time to be fixed by the Dy. Commr. steps would be taken to withdraw the help given by Govt.

2

In September 1904 Govt. finding from the report of inspection of the Bank made by Mr. Ahmed Ali that the Bank had not kept up to the terms of repayment requested the Dy. Commr. in G.O No. 2081/B.30-04-2 of 1-10-04 to issue Distraint orders for the recovery of the overdue instalments alone and to take steps for the collection of the whole loan if the Bank failed to pay its dues to Govt. before the end of December 1904.

1

In November 1905 Mr. K. R. Srinivasaiyar, who inspected the Bank brought to notice in his notes of inspection that among ~~other~~ several other irregularities in the working of the Bank, most of its members had been in arrears to the Bank,

Note—Contn. sheet

Serial No.

for a number of years, that there had been absolutely no attention whatever paid to the punctual re-covery of loans, that such small sums as 10 & 20 Rs had been allowed to remain in arrears for 6 or 7 years, and that the worst defaulters were the office-bearers, President, Agent and Directors themselves and stated that considering that it was hopeless to expect that they would rise to the sense of their responsibility and take steps to pay off the port. arrears unless coercive steps were adopted he had directed to issue notices to all the members. The port in G. O. No. H 4280-1/634-06-4 of 8-1-06 observed that the affairs of the Bank were most unsatisfac-tory and called for immediate withdrawal of the port. loan; but as both the Inspecting Officer and the Dy. Comr. were of opinion that such a drastic measure would deprive the ryots of the benefit of the Bank, Govt. were pleased to grant the Bank time till as a last chance, till the end of June 1906 to im-prove its affairs and pay the arrears of instal-ments.

The Revenue Comr. agreeing with the unanimous pro-posal of the Sub Division officer, the Dy. Comr and the Inspector of Agricultural Banks now recommends that orders may be passed for the Summary recovery of the entire balance of loan together with interest due from the Bank to port. & on the ground that

Note—Contin. sheet

Serial No.

There is little likelihood of the voluntary repayment of the dues of Govt. owing to the hopeless indifference of the Bank authorities in the matter.

Subd. with a draft

BK 7/9/07

Genl Secy

9/9

10.9.07

Dewan

6299 13.9.07

DJL a.p.d.

CBB 12/9

13.

Issue CBB 19/9

2 To - The Rev. Commr. in Mysore

" Comptroller

" Registrar of Joint Stock Companies in Mysore

No. 1400-2- of 23-9-07

Directs under the circumstances explained, the withdrawal at once of the entire balance of loan and interest due by the bank and the submission of a report of the steps taken to recover the Govt. loan.

Note—Contn. sheet

D.912

No. OFFICE OF THE REV. COMR. IN MYSORE,

Bangalore, 31st August 1907.

FROM

A. RANGASWAMI IYENGAR, ESQ., B.A., B.L.,
Revenue Commissioner in Mysore.

To

The Secretary to the Government of
His Highness the Maharaja of Mysore,
General & Revenue Departments.

SIR,

I have the honor to state that the Agricultural Bank at Ardeshalli in the Bangalore District has not, up till now, made any fair attempt at clearing the large arrears of instalments of loan due to Government. though, in Government Order No.Fl.4280-1/B.34-05-4 dated the 8th January 1906, the Bank was, as a last chance. given time till the end of June 1906 to pay up such arrears. The Deputy Commissioner of the Bangalore District reported, in his letter No.568 dated the 18th February 1907, that the Bank had made no perceptible effort in this direction except for the small sum of Rs.225/- repaid by it in November 1906 and that as recommended by the Sub Division Officer, the entire balance of loan repayable to Government might be ordered to be recovered summarily from the members. The Inspector of Agricultural Banks who was re-ferred to in the matter stated in his notes of inspection

of

Rev. Cour
Form 12.

II 4-9] 0912 — 1/20-07

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From

A. RANGASWAMI IYENGAR, Esq., B.A., B.L.,

Revenue Commissioner

in Mysore.

To

The Secretary to the Government of
H. H. the Maharaja of Mysore,
General & Revenue Departments.

Dated 31/8

Despatched 3/9-07.

Received

No. 3070

Enclosure No.

Recommends early order for the summary recovery of the entire balance of loan together with interest due from the Agricultural Bank of Arsikere Bangalore Dist.

Young & Co., Printers, 2,000—6-3 07.

of the Bank dated the 20th April 1907 that the Agent had promised to recover from the members and to pay up to Government a sum of Rs.2480/- before the end of June 1907, and that the time might accordingly be given till then for the Bank to fulfil its obligation. But the Deputy Commissioner, in his letter No.98 dated the 14th August 1907, stated that the Bank has only paid a small amount of Rs.425/- towards the principal and of Rs.181-15-2 towards the interest and that he agrees with the Sub Division Officer in thinking that the action may be taken for the summary recovery of the entire dues from the Bank. The Inspector of Agricultural Banks, too states in his letter No.118 dated the 27th August 1907.that he is in favour of a recommendation being made to Government for the purpose as there is little likelihood of the voluntary repayment of the dues of Government owing to the hopeless indifference of the Bank Authorities in the matter. The arrears of instalments up to end of June 1907 would appear to amount to Rs.5,800/-.

2. Under the above circumstances, I beg to recommend that orders may be passed for the summary recovery of the

entire

entire balance of loan together with interest due from the

Bank to Government.

I have the honor to be,

Sir,

Your most obedient servant,

For Revenue Commissioner.

PKD

B.K.R.

Four.

G.R.S. 28] 27-9

File No. 20-97-38

Serial No.

Diary No. of letter replid to 912

Proceedings of the Government of His Highness the Maharaja of Mysore.

GENERAL AND REVENUE SECRETARIAT.
(Revenue)

, *the* 190

Date of issue 23rd Septr 07

Signed by Mr Mackenzie

READ.—

Letter No. 3970 of the 31st August 1907 from the Revenue Commr. in Mysore recommending that orders may be passed for the Summary recovery of the Entire balance of Loan ~~ORDER THEREON—No.~~ together with interest due from the Agricultural Bank at Ardesahalli in the Devanhalli Taluk to-post.

Here Enter the above letter in Extenso.

over

SUBJECT

Order thereon:- No F.1400-2 & 23-9-07
F.20-07-2

It is much to be regretted that, in spite of several warnings and extensions of time, the Bank has failed to keep to the terms of repayment of the loan advanced to it by Govt. and has altogether ceased to be of any use. As the Revenue Commr, District Officers and the Inspector of Agricultural Banks are concurrently of opinion that there is little likelihood of the voluntary repayment of the amount due to Govt. owing to the hopeless indifference of the Bank authorities in the matter, Govt. are constrained to direct the withdrawal at once of the entire balance of loan and interest due by the Bank.

A report of the steps taken to recover the Govt. loan should be made.

By
Jud. Secretary

To
The Rev. Commr. in Mysore
" Comptroller
" Registrar of Joint Stock Companies in Mysore

SEK/219